

Message Text

UNCLASSIFIED

PAGE 01 SANTO 03239 061655Z

70

ACTION ARA-10

INFO OCT-01 ISO-00 SP-02 USIA-15 AID-05 EB-07 NSC-05

CIEP-02 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 ABF-01

FSE-00 CIAE-00 COME-00 FRB-01 INR-07 NSAE-00 XMB-04

OPIC-06 LAB-04 SIL-01 PA-02 PRS-01 H-02 L-03 /100 W

----- 026600

R 061530Z JUL 76

FM AMEMBASSY SANTO DOMINGO

TO SECSTATE WASHDC 7516

INFO AMEMBASSY PORT AU PRINCE

UNCLAS SANTO DOMINGO 3239

E.O. 11652: N/A

TAGS: EFIN, DR

SUBJECT: DR TO MAINTAIN PARALLEL EXCHANGE RATE

1. IN SPEECH DURING LUNCHEON OF DOMINICAN BUSINESSMEN GIVEN IN HIS HONOR TO CELEBRATE THE TENTH ANNIVERSARY OF HIS BECOMING PRESIDENT, BALAGUER DENIED THAT GODR WILL CHANGE ITS POLICY OF PERMITTING IMPORTATIONS OF NON-ESSENTIAL ITEMS THROUGH PRIVATELY-HELD FOREIGN EXCHANGE ON THE PARALLEL MARKET.

2. HE CREDITED THE PARALLEL MARKET WITH STABILIZING THE PESO (OFFICIAL RATE RD\$1 - US\$1 SINCE 1948) AND CAUSING WHAT HE TERMED A MORE OR LESS ACCEPTABLE BALANCE OF PAYMENTS OVER THE PAST 10 YEARS DESPITE THE CRITICISMS OF MANY ECONOMISTS.

3. TOWARDS THE END OF 1975 THE PESO WEAKENED TO APPROXIMATELY RD\$1.20 - US\$1 FROM A PREVIOUS PLATEAU FOR SEVERAL YEARS OF ABOUT RD\$1.12 - US\$1, AND IT HAS BEEN APPROXIMATELY RD\$1.20 ON THE PARALLEL MARKET THROUGHOUT 1976.

HURWITCH

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, FOREIGN EXCHANGE RATES
Control Number: n/a
Copy: SINGLE
Draft Date: 06 JUL 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976SANTO03239
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760260-0500
From: SANTO DOMINGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760787/aaaacyzj.tel
Line Count: 50
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 1
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: schwenja
Review Comment: n/a
Review Content Flags:
Review Date: 22 APR 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <22 APR 2004 by ThomasVJ>; APPROVED <09 AUG 2004 by schwenja>
Review Markings:

Margaret P. Grafeld
Declassified/Released
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EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: DR TO MAINTAIN PARALLEL EXCHANGE RATE
TAGS: EFIN, DR
To: STATE
Type: TE
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